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1988/08/03

PRIORITY - GENSER MESSAGE - 7055 CHARS - AMHS MSG NBR: 360-11013 REFERENCE FROM COMIPAC HONOLULU HI SSN 0 AT 03 01532 AUG88 SUBJ: IPAC DAILY INTELLIGENCE SUMMARY 148-88 (U) (DIPS REC. I.D. PN 001) (U) (U) INDIVIDUAL ITEMS MAY BE FURTHER DISSEMINATED TO U.S. INTEL-LIGENCE USERS BASED ON CLASSIFICATION AND NEED TO KNOW. REQUESTS TO RELEASE/DISCLOSE ANY INFORMATION CONTAINED IN THIS SUMMARY TO A. FOREIGN GOVERNMENT SHOULD BE FORWARDED TO COMIPAC FOR APPROVAL IN ACCORDANCE WITH CURRENT NATIONAL DISCLOSURE POLICY. (U) FURWARD WITHOUT SERVICE. INFORMATION PERISHABLE. 1-1-1-1-1-1-1-1-1 (U) THE SECURE TELEPHONE NUMBER FOR IPAC ANALYSTS IS 6223, UNLESS OTHERWISE INDICATED. (S/NF/WN) (2) (U) (C) CHANGE (3) (U) CONTAIN (5)(U) (6)(S/NF/WN) (8) (9) (S/NF/WN) (U) IN-AREA: (S/NF/WN)

CHINA: PLA CIVILIAN CADRE SYSTEM BEGUN

CHINA FORMALLY TRANSFERED 100,000 ACTIVE DUTY MILITARY

OFFICERS—SCIENTISTS, TEACHERS, AND DOCTORS—TO CIVILIAN PLA POSTS

ON 01 AUG. THE NEW CADRE, LARGELY FROM THE GENERAL LOGISTICS DEPART—

MENT, IS ORGANIZED INTO TWO CATEGORIES, PROFESSIONAL/TECHNICAL AND

ADMINISTRATIVE/LOGISTIC. THE CIVILIAN SYSTEM IS INTENDED TO PROVIDE

STABILITY TO SPECIALIZED AND TECHNICAL AREAS WITHIN THE PLA AND. IS A

MAJOR STEP IN THE PLA'S MODERNIZATION REFORM PROCESS. IT IS A PRE—

CURSOR TO IMPLEMENTATION OF A NATIONAL CIVIL SERVICE SYSTEM.

(4) (U) CHINA: PRESS HINTS OF LEADERSHIP CHANGE

(U) HONG KONG JOURNALS SUGGEST THERE MAY BE A CHANGE IN THE CHINESE LEADERSHIP AND NOTE PARTY LEADER ZHAO OR ANOTHER MAJOR FIGURE WILL LEAVE. THE SPECULATION IS BASED UPON INCONCLUSIVE RESULTS OF A RECENT PARTY MEETING AT THE ANNUAL SUMMER RETREAT. REFORMERS WERE UNABLE TO SECURE APPROVAL OF THEIR LATEST PROPOSALS AND PARTY CONSERVATIVES CRITICIZED COASTAL ECONOMIC DEVELOPMENT AND THE NEED FOR PRICE REFORM. ZHAO AND HIS GROUP MAY SLOW THE PACE OF CHANGE, BUT THEIR LEADERSHIP PROBABLY IS NOT SERIOUSLY THREATENED.

